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June 9, 2005

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Federal Express and Electronically Filed

The Honorable Leonard D. Wexler
United States District Court
for the Eastern District of New York
United States Courthouse
100 Federal Plaza
Central Islip, New York 11722

Re: *In Re Curative Health Services Litigation*, CV 99-2074 (LDW)

Dear Judge Wexler:

We are plaintiffs' lead counsel in the above referenced securities class action (the "Action"). We respectfully submit this letter in connection with the Settlement previously approved by the Court in the above referenced matter, and the First Distribution Order subsequently entered. Based on the amount of money remaining after the First Distribution, we believe that it is appropriate to make a second distribution to the Class. Specifically, by this letter and the enclosed affidavits, we respectfully seek the following:

1. Rejection of certain claims from the first distribution; based on the reasons set forth in the affidavit of Jack R. DiGiovanni of The Garden City Group, Inc. ("GCG"), plaintiffs' professional claims administrator, and my affidavit;
2. Approval of a second distribution to the Class;
3. Payment of administrative fees and expenses of GCG incurred in administering the settlement and for the second distribution; and
4. Payment of Class Counsel's fees and expenses incurred solely in administering the settlement.

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The Honorable Leonard D. Wexler
United States District Court
June 9, 2005
Page 2

Enclosed with this letter are my affidavit, as class counsel, and the affidavit of Jack DiGiovanni, the Director of Operations at GCG, which together sets forth in detail the claims distribution process for the second distribution, provides a list of the claims that Class Counsel and GCG believe should be rejected, and sets forth the fees and expenses incurred. Based on these affidavits, we respectfully submit that the enclosed Proposed Second Order be approved in all respects.

We are available at the Court's convenience to answer any questions about this application.

Respectfully yours,

A handwritten signature in dark ink, reading "David L. Wales". The signature is fluid and cursive, with the first name "David" being the most prominent part.

David L. Wales (DLW-6912)

Enclosures

cc: Norman Berman, Esq.
Marc I. Gross, Esq.
Francis S. Chlapowski, Esq.
E. Michael Flanagan, Esq.